

## **BBAE Advisors LLC ADV Part 3 – Form CRS (Customer Relationship Summary)**

### **Introduction**

BBAE Advisors (“**BBAE**”) is an investment adviser registered with the Securities and Exchange Commission (the “**SEC**”). Brokerage and investment advisory services and fees differ, and it is important that you understand the differences. The SEC provides free educational materials about investment advisers, brokerage services, and investing and offers simple tools to help you research firms and financial professionals at [www.investor.gov/CRS](http://www.investor.gov/CRS).

### **What investment services and advice can you provide me?**

- If you open an advisory account, you will pay an ongoing asset-based fee each month for our services based on the value of the cash and investments in connection with your advisory account.
- BBAE is an investment adviser registered with the SEC. BBAE is a robo-adviser offering discretionary portfolio management services through two wrap fee programs: the MyAdvisor Program (“**MyAdvisor Program**”) and the BBAE Asset Allocator program (the “**Allocator Program**”). Both the MyAdvisor Program and the Allocator Program are provided via BBAE’s proprietary platform located at [www.bbae.com](http://www.bbae.com) (the “**Website**”) and available through a mobile application (collectively, the “**Platform**”). Additional information about BBAE’s products and services is provided in the Firm’s Form ADV Part 1, which is available at <http://www.adviserinfo.sec.gov>. The Firm encourages visiting the Website for additional information.
- We will offer you a portfolio of investments based on your risk tolerance to achieve your investment goals and regularly monitor your account. BBAE’s clients (“**Clients**”) consist of individual investors (natural persons), corporate investors, and trust accounts.
- The MyAdvisor Program provides Clients with access to equity-based portfolio management that leverages the principles of smart beta utilizing MarketGrader’s proprietary quantitative analysis and indices.
- The Allocator Program provides Clients with ETF-based portfolio models that are rebalanced according to macro/micro-economic factors, market conditions, and market activity.
- You can choose an account that allows us to buy and sell investments in your account without asking you in advance (a “**discretionary account**”).
- Our investment advice will cover a limited selection of investments. Other firms could provide advice on a wider range of choices, some of which might have lower costs.

**Additional Information:** For more detailed information about our investment advisory business please refer to Item 4 our Form ADV Part 2A (“Disclosure Brochure”), at <https://adviserinfo.sec.gov/firm/summary/269900> or at <https://www.bbae.com/legal>.

### **Conversation Starters:**

- Given my financial situation, should I choose an investment advisory service? Should I choose a brokerage service? Should I choose both types of services? Why or why not?
- How will you choose investments to recommend to me?
- What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?

### **What fees will I pay?**

- The amount paid to our firm generally does not vary based on the type of investments we select on your behalf. The asset-based fee reduces the value of your account and will be deducted from your account.
- Our fees may vary and will depend on the amount of assets in your account. BBAE’s annual management fee for the Allocator Program shall generally be a wrap fee of 50 bps (0.50%) of the market value of the assets in the account for Clients which are United States and non-United States residents. The annual management fee will be prorated and deducted monthly.
- Account minimums to participate in the BBAE MarketGrader Portfolios are as follows:
  - Minimum initial investment required is two-thousand dollars (\$2,000);and
  - Minimum additional investment amount once the minimum amount is reached is two- thousand dollars (\$2,000).
- Account minimums to participate in the BlackRock ETF Portfolios are as follows:
  - Minimum initial investment required is five-thousand dollars (\$5,000);and

- Minimum additional investment amount once the minimum amount is reached is two - thousand dollars (\$2,000).
- You will pay fees to a broker-dealer or bank that will hold your assets (called “*custody*”).
- The more assets you have in the advisory account, including cash, the more you will pay us. We therefore have an incentive to increase the assets in your account in order to increase our fees. You pay our fee monthly even if you do not buy or sell.
- The issuer of some of the securities or products purchased for Clients, such as ETFs or other similar financial products, may charge product fees that affect Clients. BBAE does not charge these fees to Clients and does not benefit directly or indirectly from any such fees.
- For a list of fees, please visit our website (<https://www.bbae.com/commissions-and-fees>).

**Conversation Starters:**

- Given my financial situation, should I choose an investment advisory service? Should I choose a brokerage service? Should I choose both types of services? Why or why not?

**What are your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?**

We are held to a fiduciary standard that covers our entire investment advisory relationship with you. For example, we are required to monitor your portfolio, investment strategy, and investments on an ongoing basis. Our interests can conflict with your interests. We must eliminate these conflicts or tell you about them in a way you can understand, so that you can decide whether or not to agree to them.

You may also open a self-directed brokerage account through the Platform with Redbridge Securities LLC (“*Redbridge Securities*”). Redbridge Securities is also the broker dealer of record for BBAE Advisors LLC. Redbridge Securities will receive compensation in the form of credit interest, payment for order flow, or other forms of compensation. When you open a brokerage account, if you are a non-U.S. resident, you understand that you are required to open a Redbridge Finance account (your “*Redbridge Finance Account*”). If you are a non-U.S. resident, uninvested cash balances will be transferred to your Redbridge Finance Account and held in one or more omnibus accounts maintained by one or more FDIC member banks in the name of Redbridge Finance LLC for your benefit (each a “*Program Account*”). Redbridge Finance earns revenue on the difference (i.e., the spread) between the rate at which interest is earned on your funds held in one or more Program Accounts and interest payments made to you, if any. As a result of the above, we have an incentive for you to maintain a self-directed brokerage account with Redbridge Securities and maintain your funds in your Redbridge Finance Account. Redbridge Finance, BBAE, and Redbridge Securities are wholly owned subsidiaries of BBAE Holdings LLC.

**Conversation Starters:**

- How might your conflicts of interest affect me, and how will you address them?
- How do your financial professionals make money?

**Do you or your financial professionals have legal or disciplinary history?**

Yes, one representative has a disclosable legal history. We maintain that the disclosed information is not considered a significant conflict of interest and does not compromise the firm's ability to provide brokerage services with the highest level of integrity. We encourage you to visit [www.investor.gov/CRS](http://www.investor.gov/CRS) for a free and simple search tool to research our firm and our financial professionals.

**Conversation Starters:**

- As a financial professional, do you have any disciplinary history? For what type of conduct?

**Additional Information**

- Visit Investor.gov for a free and simple search tool to research our firm and our financial professionals.
- For additional information on our advisory services, see our Form ADV brochure on IAPD on Investor.gov or on our website ([https://www.bbae.com/legal/form\\_adv\\_brochure](https://www.bbae.com/legal/form_adv_brochure)) and any brochure supplement your financial professional provides.
- To report a problem to the SEC, visit Investor.gov or call the SEC’s toll-free investor assistance line at (800) 732-0330. If you have a problem with your investments, account or financial professional, contact us in writing at [bbae@rbsecurities.com](mailto:bbae@rbsecurities.com).